

SENATE BILL 469

B1

2lr1909

By: **Senator Edwards**

Introduced and read first time: February 2, 2012

Assigned to: Budget and Taxation

A BILL ENTITLED

1 AN ACT concerning

2 **Family Security Trust Fund – Interest Earnings**

3 FOR the purpose of prohibiting the transfer of certain interest from the Family
4 Security Trust Fund to the General Fund of the State; requiring the
5 Comptroller to account for certain interest earnings transferred to the General
6 Fund of the State from the Family Security Trust Fund during certain fiscal
7 years and requiring the Comptroller to provide notice of the accounting;
8 requiring the Governor to include a certain appropriation in the State budget
9 for a certain fiscal year to repay interest earnings transferred from the Family
10 Security Trust Fund during certain fiscal years; and generally relating to
11 interest earnings of the Family Security Trust Fund.

12 BY repealing and reenacting, without amendments,
13 Article – State Finance and Procurement
14 Section 6–226(a)(1) and (2)(i)
15 Annotated Code of Maryland
16 (2009 Replacement Volume and 2011 Supplement)

17 BY repealing and reenacting, with amendments,
18 Article – State Finance and Procurement
19 Section 6–226(a)(2)(ii)62. and 63.
20 Annotated Code of Maryland
21 (2009 Replacement Volume and 2011 Supplement)

22 BY adding to
23 Article – State Finance and Procurement
24 Section 6–226(a)(2)(ii)64.
25 Annotated Code of Maryland
26 (2009 Replacement Volume and 2011 Supplement)

EXPLANATION: CAPITALS INDICATE MATTER ADDED TO EXISTING LAW.

[Brackets] indicate matter deleted from existing law.



1 SECTION 1. BE IT ENACTED BY THE GENERAL ASSEMBLY OF
2 MARYLAND, That the Laws of Maryland read as follows:

3 **Article – State Finance and Procurement**

4 6–226.

5 (a) (1) Except as otherwise specifically provided by law or by regulation of
6 the Treasurer, the Treasurer shall credit to the General Fund any interest on or other
7 income from State money that the Treasurer invests.

8 (2) (i) Notwithstanding any other provision of law, and unless
9 inconsistent with a federal law, grant agreement, or other federal requirement or with
10 the terms of a gift or settlement agreement, net interest on all State money allocated
11 by the State Treasurer under this section to special funds or accounts, and otherwise
12 entitled to receive interest earnings, as accounted for by the Comptroller, shall accrue
13 to the General Fund of the State.

14 (ii) The provisions of subparagraph (i) of this paragraph do not
15 apply to the following funds:

16 62. Veterans Trust Fund; [and]

17 63. Transportation Trust Fund; AND

18 **64. FAMILY SECURITY TRUST FUND.**

19 SECTION 2. AND BE IT FURTHER ENACTED, That:

20 (a) On or before October 1, 2012, the Comptroller shall:

21 (1) account for the interest earnings from the Family Security Trust
22 Fund established under § 7–4A–03 of the Health Occupations Article that were
23 transferred to the General Fund of the State under § 6–226 of the State Finance and
24 Procurement Article during fiscal years 2010 through 2012; and

25 (2) notify the Governor of the accounting of interest earnings
26 transferred from the Family Security Trust Fund during fiscal years 2010 through
27 2012.

28 (b) In fiscal year 2014, the Governor shall include in the State budget an
29 appropriation to repay the amount of interest earnings transferred from the Family
30 Security Trust Fund during fiscal years 2010 through 2012, as determined by the
31 Comptroller.

32 SECTION 3. AND BE IT FURTHER ENACTED, That this Act shall take effect
33 July 1, 2012.